



# South Carolina Department of Insurance

NIKKI R. HALEY  
Governor

RAYMOND G. FARMER  
Director of Insurance

## STATE OF SOUTH CAROLINA DEPARTMENT OF INSURANCE

IN THE MATTER OF )  
)  
Rates for Credit Accident and Health )  
Insurance Sold in Conjunction with Loans )  
Subject To 1966 S.C. Act No. 988-- )  
Approved Rate for 2014 Basic Statistical )  
Plan )

ORDER  
Number 2013-02

This matter comes before me for final approval of rates for credit accident and health insurance sold in conjunction with loans subject to the South Carolina Consumer Protection Code. Pursuant to the provisions of S.C. Code Ann. Section 34-29-10, *et seq.* (1976, as amended) and 25A S.C. Code Ann. Reg. 69-11.1 (1976, as amended), this Order sets and establishes rates for use during 2014 for accident and health insurance sold in conjunction with loans subject to Act No. 988 of 1966 of the Consumer Protection Code.

I, Raymond G. Farmer, Director of Insurance, having fully considered and reviewed the recommendations of staff, together with all written submissions, applicable rebuttals, and all other relevant documents, and further, being fully advised on all premises, hereby find and conclude:

The tentative rates for the above-referenced insurance products were reviewed along with other pertinent data by South Carolina Department of Insurance (Department) actuaries. The tentative rates were sent to all insurers of record selling credit accident and health insurance products in South Carolina on August 1, 2013, and published in Department Bulletin Number 2013-06 (Bulletin), with notice that any insurer which felt aggrieved by such rates would have 15 days to request a public hearing. The Department did not receive a hearing request. Moreover, no insurer took exception to the information contained in the Bulletin about the tentative rates. Accordingly, the Department's actuarial staff recommended the approval of the tentative rates for 2014.


IT IS THEREFORE ORDERED THAT the rates per year for each \$5.00 unit of monthly indemnity for 2014 are unchanged from the 2013 rates and are as follows:

|                           | Approved Rate<br><u>2014</u> | Current Rate<br><u>2013</u> |
|---------------------------|------------------------------|-----------------------------|
| 3-day Retro A&H Insurance | 31¢                          | 31¢                         |

IT IS FURTHER ORDERED THAT the Basic Statistical Plan must consist of the submission of the information required by 25A S.C. Code Ann. Reg. 69-11.1 (1976, as amended) for 3-day retroactive accident and health insurance. Submission of the Credit Insurance Experience Exhibit filed in conjunction with the Annual Statement will satisfy this requirement. Each insurer must notify the Department by December 1<sup>st</sup> of each year of its intention to use rates no higher than those promulgated. Please submit the required notice to:

Andrew M. Dvorine, ASA, MAAA  
Life Actuary  
South Carolina Department of Insurance  
145 King Street, Suite 228  
Charleston, SC 29401

This order shall take effect immediately.

  
Raymond G. Farmer  
Director

Columbia, South Carolina  
September 27, 2013